

22 MAR 1956

MEGRAPHIC FOR Director of General Intelligence

SUBJECT : I.G. Survey Depart on the Agency's ELINE Program

- 1. The ettached I.G. survey report exemplizes the results of a curvey conducted by this staff of the current status of the Agency's ELIM: Progress. You will note that the report describes several serious deficiencies in the Progress and contains appropriate recommendations for corrective action.
- 2. Since the conduct of the Agency's MLINT Program is a joint responsibility, memorants for the CIA MLINE Staff Officer, the Deputy Director for Piena, the Deputy Director for Support, and the Deputy Director for Intelligence have been property for your algorithm formenting them copies of the report with the request that they provide you with their comments as later than 15 April 1960.

/S/ Lyman Kirknatrick

ignsen E. Kirkgettrick Inspector General

19 March 1956 Distribution:

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I. PRESE

- A. The purpose of this survey was to review and evaluate the current status of the Agency's ELIMI Program conducted jointly by the ID/P, DD/I, and the Director of Communications and approved by the IBCI in April 1955. This survey was initiated by the Inspector General as a result of numerous complaints to the I.G. Staff concerning the current status of the Program. These reports emanating from responsible personnel in ID/P, DD/I, and DD/S (Office of Communications) elements indicated the existence of serious deficiencies in the conduct of ELIMI activities which if not defined and corrected could lead to serious emberrassment to the Agency in its participation in the mational ELIMI effort established by RSCID No. 17.
- B. Within the intent of the purpose outlined above, this survey included a detailed appraisal of the origin and history of ELIMT activities, the current status of the ELIMT Program, intra-Agency ELIMT responsibilities and the nature and scope of Agency participation in ELIMT plans and programs on an inter-departmental level. During this survey, interviews were held with responsible officials and personnel in the ED/S (Office of Communications), DD/P and ED/I components and all pertinent documentation was given thorough study.

II. SUMMERY AND RECOMMENDATIONS

A. GMARY

1. The Agency's current ELIVI efforts are based on the authority contained in a study approved by the MDCI in April 1955 entitled, "Agency ELIVI Program for FY 1955, 1956 and 1957." This Program contained phased estimates

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of Agency capabilities to meet certain gaps in existing ELIEF coverage including budgetary, personnel, and equipment requirements. It was prepared after nearly two years effort by the ELIEF Advisory Committee comprised of representatives of DD/P, DD/I and DD/S (Office of Communications) working in close conjunction with the ELIEF Staff Officer. Incident to preparation of the Progress a proposed statement of intra-Agency ELIEF responsibilities was prepared by the ELIEF Advisory Committee and forwarded to the ELIEF Staff Officer for approval on 17 December 1954.

- 2. Despite this firm and authoritative basis for the creation of a planned program for the conduct of ELIST activities, little progress has been achieved. Those few ELIST operations projected or now in progress have been of marginal success thus far and were either initiated prior to the establishment of the Program or created in response to his hoc "operational opportunities without adequate reference to total capabilities or Agency participation in the national ELIST Program as established by MECID No. 17. The survey noted several specific deficiencies which have served to limit effective implementation of the Program as approved by the EDCI. They are summarized as follows:
- a. No clear and authoritative etatement of ELIMI policy has ever been issued and the intra-Agency ELIMI responsibilities defined originally by the ELIMI Advisory Committee have never been approved or published.

 These definitions of the relative responsibilities of the DD/P, DD/I (OEI), DD/S (Office of Communications), the ELIMI Advisory Committee and the ELIMI Staff Officer, are still acceptable (with minor modification due to organizational changes) to the majority of offices concerned. As an alternative,

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the ELIET Staff Officer has proposed substitute statements defining his responsibilities and those of the ELIET Advisory Committee which are not considered feasible in that they conflict with the basic command prerogatives of the operating components.

- c. The provision in the original Program that the ellocation and expenditure of Agency funds for ELIRI activities be considered as a part of normal Agency and office budgetary planning cycles under the general coordination of the ELIRI Staff Officer has apparently been overlooked, and it was necessary to request supplemental funds for ELIRI activities for FY 1996. Authority for the allocation and obligation of these funds has not been established due to intra-office disagreement and minumber-standing of the budgetary concepts in the original Program.
- 2. It is considered essential that the current heterogeneous ELIMP activities of the Agency be consolidated into the systematic and coordinated progress covinged in the original and authoritative Progress. ELIMP activities

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are not of an especially sensitive nature and our best be handled within the existing organizational frameworks of the Agency components involved, provided clearly defined statements of responsibility are established.

The HIRT Staff Officer should avail himself of the knowledge, competence and continuity of the HIRT Advisory Committee (which has not been convened in over nine months) to review and reinstate the provisions and concepts of the original Program.

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In order to effect corrective implementing action, it is recommended that:
The DCI direct:

- 1. The Hills Staff Officer to common the Hills Advisory Committee to later than 15 April 1996 for the purpose of revising its original statement of intre-Agency responsibilities to comform to current organization and terminology. (See Page 12)
- 2. That this revised statement be used as a basis for the immediate preparation by the KLINT Staff of appropriate Agency issuances defining MLINT policies, responsibilities and procedures. (See Page 12)
- 3. Responsibility for the technical support of the Agency's ELIST Progress resain with the Office of Communications and be formalised by appropriate Agency regulatory issuance in accordance with the recommunications in Section V., Page 12 of this report. (See Page 14)
- 4. The allocation and expanditure of Agency funds for HLIM activities be considered as a part of normal Agency and office budgetary planning cycles with the proviso that the approval of each individual project be coordinated with the HLIMT Staff Officer for determination as to its validity in terms

of the Agency's over-all ELIEF Program and to permit him to keep the DCI advised as to total expenditures for Assney ELIEF activities. (See Page 16)

5. The DCI direct that the ELIEF Staff Officer, in conjunction with the ELIEF Advisory Committee, review the original Agency ELIEF Program and incorporate such revision as may be necessary to conform to current Agency capabilities for re-admission for DCI approval no later than 15 April 1956. (See Page 17)

III. MUSICAL OF THE PROPERTY

A. The origin of the Agency's current ELIST Program dates from the creation of an "at hor" working group by the DD/I and DD/P in October 1953. This group comprised of senior representatives of these two major Agency components was to review and recommend terms of reference for a permanent intra-Amency ELIM planning and programming element. After extensive study, this group prepared a staff study for DCI approval which recommended: (1) The designation of the AD/SI on the Agency Staff Officer responsible for the all inclusive review on a continuing basis of Agency responsibilities, potential, and capabilities in the KLIMY field including staff supervision of the development of a sound and realistic Assney HLIST Program; (2) That the DD/I, DD/F and the Office of Communications be charged with the development of ELIM plans and progress under the general coordination of the AD/SI; (3) That a permanent intra-Agency advisory constitute to the AD/SI be established comprised of representatives of the AD/SI, AD/CI (DD/I), C/FI and C/FM (ID/F), and the AD/CO to provide for the effective development of interreted Agency programming in this field consistent with programs of the Department of Defence as brought together under the USCIB; and (4) That the AD/SI be authorized to create a permanent MLINT Staff to assist in discharge of his responsibilities. This study was approved by the DCI on 29 May 1954, as a frame of reference for the development of an Agency MINT Program.

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- B. The personnent ELINY Advisory Conmittee created by DCI approved of the initial staff study, under the general guidance of the AD/SI, prepared an Agency ELIM: Program for Fiscal Years 1955, 1956 and 1957. This Program, while amonesarily general in nature, described the Agency's potential and current capabilities for MilHT collection activities; recommended certain basic policies for DCI approval; outlined a phased program of ELIEF activities; established certain general capabilities and requirements by area and priority; and recommended the appointment of a personent Agency ELIEF Staff Officer to easist in integrating and coordinating the activities of all Agency components in achieving the ultimate goals set forth in the Program. This Program was approved by the DOCI in April 1955, and the AD/SI was appointed as the CIA KLDW Staff Officer. Concurrent with its work in the formulation of an over-all Agency ELIM Program, the ELIMI Advisory Constitue prepared a comprehensive statement of intra-Agency responsibilities and recommended to the AD/SI that it be published as an Agency issuance to delimente the respective ELIST responsibilities of the Agency components involved including the MD/P, MD/I (OSI ami OCI), the Office of Communications, the ELIMP Shaff Officer and the KLIMP Advisory Constitue. Formal approval and publication of this statement was deferred by the AD/SI pending approval of the Program, then in the process of preparation.
- c. In view of the importance of ELIMI as a new and valuable collection technique and in recognition of the need for the direction and coordination of ELIMI activities on a national level, MCID No. 17 was issued on 16 May 1955. This directive established the USCIB as the ELIMI policy making body for the U.S. intelligence community and charged the Secretary of Defense with the creation of a national Technical Processing Center, a joint project for the processing, evaluation, and dissemination of ELIMI collected data in which the Agency would participate on an equal basis with the Defense components. Pursuant to the Approved For Release 2002/08/Q6: CIA-RDP78-04727A000200050015-0

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directive dated 13 July 1955, which established the Secretary of the Air Force as executive agent of the Department of Defense to direct and supervise the consolidated proceeding, analysis and dissemination of BLINT intelligence and to guide and coordinate the ELBT activities of all Defense components. This responsibility has subsequently been assigned by the Secretary of the Air Force to the Director of Intelligence, USAF, with the assistance of an Advisory Committee comprised of representatives of the three Defense components and the CIA. It is understood that informal agreement has been reached which calls for the establishment of the national Technical Processing Center in Maghington as an arm of the Air Technical Intelligence Center at Wright Field. The ELIST Staff Officer agreed to provide its pro rate share of 25 qualified personnel to help staff the Center and has initiated action to recruit and train qualified personnel for this purpose.

IV. BLIN OPENDIONE

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Progres and the delineation of national ELIMT policy and inter-departmental agreement, the Clandestine Services organization, in conjunction with the Office of Communications, Odl, and Defence elements where appropriate, has steadily increased and improved the application of ELIMT techniques to the Agency's covert operations abroad. This interim measure pending the establishment of national ELIMT policy has been of only marginal productiveness, but has demonstrated alguliforant capabilities for covert ELIMT coverage. A very brief and general resume of the Agency's current activities include:

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Development of the ELINT operations mentioned above was accomplished almost exclusively through the efforts of Staff D. FI/IDP which was assigned responsibility for CS ELINF activity by the COP/IDP in early 1954. Working in close cooperation with the CS area divisions and foreign field stations, the Office of Communications, and the Office of Scientific Intelligence when appropriate, this unit, under the general guidance of the C/FI and the COP/IDP, has performed creditably in recognizing operational opportunities for ELINF collection and implementing action to bring about their development. However, only a few of these projects have progressed beyond an experimental stage.

V. CHENESE STATUS OF THE ELITE PROCEAN

- A. It is an unfortunate but significant fact that the Agency has not yet achieved or even approached the essential elements of the realistic, systematic and planned program visualized in the study prepared by the ELIST Advisory Constitutes and approved by the DDCI in April 1955. While potentially productive and sound, ELIST projects have been successfully developed, their implementation has been happered and needlessly prolonged by a lack of realistic planning on an Agency level, heatily improvised equipment which the Office of Communications has been forced to produce on a crash basis, confusion as to availability and expenditure of funds and intra-Agency "aquabbles" as to prerogatives, responsibilities and policy. As a result, the Agency's Program at this time is not representative of its total expebility and is not sufficiently cohesive to support the requirements for covert ELIST coverage that will result from its participation in the mational ELIST effort called for by ESCID No. 17.
- B. A review of the factors which have acted to limit implementation of the Progress approved by the IDCI, reveals several significant deficiencies which are supported as follows:

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1. Lack of Clear Statement of Agency Policy and Intra-Agency Responsibilities

a. Despite the strong recommendations of the HLHT Advisory Committee in early 1955, no action has been taken to prepare and publish comprehensive Agency regulatory insurances defining Agency ELIMT policy and establishing intra-Agency responsibilities and functions to govern implementation of the approved Program. As a result, the development of HLTMT projects and plans has been carried out in response to individual operational opportunities without adequate reference to the Program as a whole or to the technical support capabilities of the Office of Communications which have been incrementally limited by the heavy demands of other high priority projects such as AGUATOMS.

This dissipation of the Agency's HLIMT manpower, potential and capabilities becomes even more critical when viewed in the light of the Agency's participation in ELIMT activities on a mational scale.

pared by the ELIST Advisory Committee indicated that it is just as valid today (subject to minor modification to insorporate organizational changes) as it was at the time of its preparation. It was developed by senior representatives of the ND/P, ND/I, and the Office of Communications after lengthy negotiations and review of Agency organizations as whole. It clearly delineates the specific mission and functions of each Agency compensate concerned including those of the ELIST Advisory Committee and the ELIST Staff Officer. The allocation of responsibilities in this statement was in comformance with the established over-all Agency mission and functions of each component and was designed to facilitate maximum utilization of each

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Staff Officer who was charged with Agency-wide responsibility for staff supervision of the Progress. There is nothing in the original statement of responsibilities of the Committee to support the ELIMI Staff Officer's views that acceptance of the statement would establish the ELIMI Staff Officer's Officer as a "tool" of the ELIMI Advisory Committee. As originally conceived, the ELIMI Advisory Committee was to function strictly as an advisory body to the ELIMI Staff Officer and through its composition of representatives of operating components, provide him with authoritative knowledge of the changing potential and capabilities of the Agency with respect to the ELIMI Program. The Committee was designed to provide an essential link between the ELIMI Staff Officer and the other Agency components concerned. This Committee has not been assembled formally in over nine months and the continuity, experience and knowledge of its members have not been utilized by the ELIMI Staff Officer.

c. The position of the Agency's ELIM Staff Officer was established to provide over-all guidance and coordination of the many elements comprising the Agency's ELIM Program; to recommend to the DCI broad Agency policy, planning, and programming in the ELIM field; and to represent the Agency in the national ELIM effort. The ELIM Staff Officer has, however, recently eirculated proposed statements of functions for the ELIM Staff Officer and the ELIM Advisory Committee which would assign the ELIM Staff Officer broad approving authority and other responsibilities of a command nature and limit the functions of the ELIM Advisory Committee. These statements have not with the non-concurrence of ED/P elements and the Director of

Communications as a violation of their basic command responsibilities. It is fallacious and impractical to assume that the ELIMI Staff Officer could assume any aspects of command over the operation of individual Agency components without generating more confusion and dissension than exists at present.

integrate the Agency's current betarogeneous Eller efforts into the cohesive and coordinated program envisaged in the original Eller Program. The personent Eller Advisory Constitute established in 1954 by DCI authority should be assembled by the ELLER Staff Officer and directed to modify the original statement of intra-Agency responsibilities to conform to current Agency organization and terminology. This statement which is understood to be still generally acceptable to DD/P, DD/I (exclusive of CSI) and the Office of Communications should then be used as a guide for the preparation and publication of appropriate Agency Issuances defining policy, mission and functions, and procedures.

It is recommended that:

The DCI direct:

- (1) The HLIST Staff Officer to convene the HLIST Advisory Committee no later than 15 April 1956 for the purpose of revising its original statement of intra-Agency responsibilities to conform to current organization and terminology; and
- (2) That this revised statement be used as a basis for the immediate proparation by the ELIMF Staff of appropriate Agency issuances defining ELIMF policies, responsibilities, and procedures.

2. Technical Support of the Agency's ELIM Program

a. The provision of technical electronic support to Agency over-all mission is assigned to the Director of Communications by Agency Regulation

deted 18 January 1994. The Office of Communications, with its

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technically qualified personnel, experience in electronic research, development, and procurement, was informally assigned responsibility for the technical support aspects of the Agency's ELIET Progress during its imitial development. This action is considered quite logical and sound when considered in the light of its general Agency mission, competence and early experience in this field. Since the approval of the general Agency ELIET Progress in April 1955, the Office of Communications has made provision for the selection and training of personnel and the design and procurement of ELIET equipment suitable for application to covert operations. However, several factors have acted to limit the effectiveness of the technical support thus provided.

- b. The first and most significant of these is the fact that the Office of Communications has been charged with the priority support of two special projects, AGUATOSE within the past two years. The 25X1A personnel and electronic equipment requirements of these two projects have resulted in a serious over-commitment of the empabilities of the Office of Communications. This situation was brought to the attention of the DCI in the I.G. survey report of that office dated 11 January 1956, and appropriate recommendations were made to alleviate the situation.
- c. The second factor involves apparent friction between the Filh?

 Staff Officer and the Office of Communications as to the design, procurement
 and use of ELIM equipment. This basic area of disagreement has seriously
 impaired the progress of the ELIM Progress to the point where complete

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 unanimity of opinion has not yet been reached as to the ELIM equipment for

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both the ELIMI staff and the Office of Communications are at present negotiating with private contractors on the design and development of ELIMI equipment. Although such contacts are conducted by mutual agreement there is no clearly established and integrated list of equipment needs phased as to priority and long-range ELIMI plans. Technical support is thus also conducted on an "ad hoc" basis with all the potential becards of duplication and waste attendant on such procedures.

d. It is understood that the SLIMT Staff Officer has proposed that the facilities of the Technical Services Staff/TSF be utilized in the research, development, and procurement of specialized ELIMT equipment for agent operations and for other activities where concealment is an inportant factor. Although it is proposed that TSS activities in this respect be conducted under the cognisance and guidance of the Director of Communications, it is believed that the introduction of enother Agency component into the field of ELIMT technical support would not be conductive to the close integration so vital to the effective implementation of a program of this impaintable, certainly at this stage of the Agency's ELIMT Program when there has been no specific assignment of responsibilities, long-range planning, or allocation of the Agency's capabilities with relation to those of partinent Defense components.

It is recommended that:

Responsibility for the technical support of the Agency's ELIMP Program remain with the Office of Communications and be formalized by appropriate Agency regulatory issuance in accordance with the recommendations in Section V., Page 12, of this report. Approved For Release 2002/08/06: CIA-RDP78-04727A000200050015-0
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3. Budgetary Procedures

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tions.

a. The original Agency Maint Program approved by the DRCI in for FI 1955, 1956 April 1955 included an estimated budget of 25X1A and 1977. This man was an estimate only with the proviso that the budget for 1956 and 1957 would be subject to reassecement in light of actual emperience in 1955. Unfortunately, none of the 1955 funds were expended and it became necessary to request a supplemental ELIVI allocation of for FY 1956. This request has been approved with the stipulation that it must be spent on ELIST activities exclusively. Recently, the ND/S and the Comptroller requested that one individual be designated to approve of HLINT expenditures of the 1956 supplemental funds. It has been proposed that the PLIMT Staff Officer be established as the responsible Agency official in this respect. A mesoraphus has been propored by the Hill Staff Officer for DDCI signature which easigns this authority to the BLIST Staff Officer. Rosever, the proposed mesorantis also assigns to the ELIMP Staff Officer broad responsibilities and approval authority beyond those envisaged in the original Program, does not restrict his fiscal approval to 1956 funds and has been non-concurred in by DD/P elements and the Director of Communica-

providing budgetary support to the Agency's SLIM? Program was given careful study. It was recognized that it would be impressional to easign fiscal approval of ELIM? projects and programs to the ELIM? Staff Officer without also assigning him broad operational approval authority across organizational commend lines. It was, therefore, decided that the budgetary requirements

of the Agency's ELIST Program would be forecast as far in advance as possible by the ELIST Advisory Committee, approved by the DD/I, DD/F and DD/S on an annual program basis for each fiscal year and forwarded by the ELIST Staff Officer for PRC approval. The expenditures allocated to individual Agency components (DD/P, DD/I and Commo) for each year would be obligated by the approving authority of the component concerned on a project or program basis. The approval of each individual project was to be coordinated with the ELINF Staff Officer so that he would be kept informed of the progress of the Program and be in a position to inform the DCI of ELIMF expenditures on a yearly basis. This procedure comforms to normal Agency and office budgetary planning cycles and is considered sound.

It is recommended that:

The allocation and expenditure of Agency funds for FLIMT activities be considered as a part of normal Agency and office budgetary planning cycles with the provise that the approval of each individual project be coordinated with the ELIMT Staff Officer for determination as to its validity in terms of the Agency's over-all ELIMT Program and to permit him to keep the DCI advised as to total expenditures for Agency ELIMT activities.

c. There is a besic comflict between the philosophy and concepts inherent in the original Agency ELIMI Program and those of Agency ELIMI settivities as they exist today. Formulation of the original Program was governed by the presise that ELIMI was merely a new and effective technique for the collection of needed intelligence which could and should be adopted by the Agency where applicable to its covert operations. Any attempt to assign specific mensitivity or special security to the ELIMI Program or to adopt special or separate organisational units and comment charmels is not

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ELDET potential. To expand this simple and direct concept to a new and comberance special activity is to create and deplicate all of the worst aspects of the COMINT Program as it exists today. The Program as originally conceived can be effectively and efficiently implemented within the established organizational framework of each component involved provided immediate steps are taken to define specific intra-Agency responsibilities and provided the services of the ELDET Advisory Constitutes are used to relate the various potentials and capabilities of Agency components to the Program as a whole. Since the original Program has not been implemented as proposed, and the capabilities of the various Agency components involved (particularly those of the Office of Communications) have changed during the past year, it is considered desirable that the Program be revealented and re-cast in terms of current Agency capability and the recently established maticual ELIET effort.

It is recommended that:

The DCI direct that the ELDET Staff Officer, in comparation with the ELDET Advisory Committee, review the original Agency ELDET Program and incorporate such revision as may be necessary to comform to current Agency committees for re-substitution for DCI approval no later than 15 Agril 1956.